

# Module 2 Simulation

## **Using Your W-2 to File Your 1040EZ**

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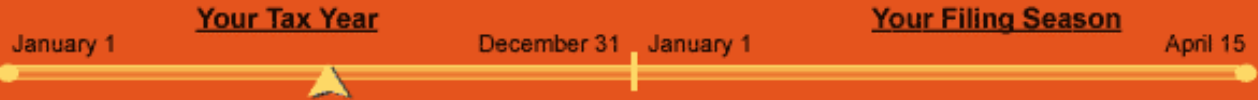


*In this simulation, you will take on the role of Cicely King in order to learn how to use the information from Form W-2 to complete Form 1040EZ.*

1 2 3 4 5 6 7 8 9 10 11 12 13 14 15



## Module 2 Simulation



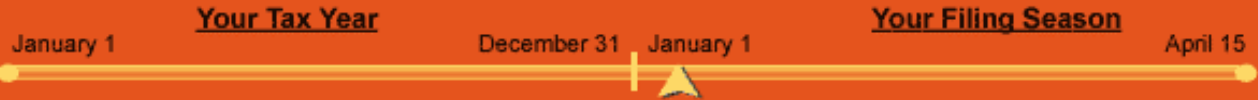
You are employed as a coach, earning an annual salary of \$27,500.

Congratulations! You received a small raise in June!

1 2 3 4 5 6 7 8 9 10 11 12 13 14 15



## Module 2 Simulation



It's the end of the tax year. You receive your W-2 from the school. Your Form W-2 reflects that you made \$28,345.00.

**Note:** Your employer is required to send you your W-2 by January 31!

To review your personal information, click **My Profile** below.

To review your Form W-2, click **My Form W-2** below.

1 2 3 4 5 6 7 8 9 10 11 12 13 14 15

**My Profile**

**My Form W-2**

## **My Profile**

Name: Cicely B. King

Employment: Coach at Any Town High School


Marital status: Single

Spouse's name (if any): N/A

Children: None

U.S citizen: Yes



		<b>a</b> Employee's social security number <b>223-00-9753</b>		Safe, accurate, <b>FAST! Use</b>				Visit the IRS website at <a href="http://www.irs.gov/efile">www.irs.gov/efile</a> .			
<b>b</b> Employer identification number (EIN) <b>10-0023456</b>				<b>1</b> Wages, tips, other compensation <b>\$28,345</b>		<b>2</b> Federal income tax withheld <b>\$2,707</b>					
<b>c</b> Employer's name, address, and ZIP code <b>Anytown High School</b> <b>3 Main Street</b> <b>Any Town, US 00001</b>				<b>3</b> Social security wages <b>\$28,345</b>		<b>4</b> Social security tax withheld <b>\$1,757.39</b>					
				<b>5</b> Medicare wages and tips <b>\$28,345</b>		<b>6</b> Medicare tax withheld <b>\$411</b>					
				<b>7</b> Social security tips		<b>8</b> Allocated tips					
<b>d</b> Control number				<b>9</b> Advance EIC payment		<b>10</b> Dependent care benefits					
<b>e</b> Employee's first name and initial <b>Cicely B.</b>		Last name <b>King</b>		Suff.		<b>11</b> Nonqualified plans		<b>12a</b> See instructions for box 12			
<b>2344 Elm Avenue</b> <b>Any Town, US 00001</b>						<b>13</b> Statutory employee Retirement plan Third-party sick pay <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>		<b>12b</b>			
						<b>14</b> Other		<b>12c</b>			
						<b>12d</b>					
<b>f</b> Employee's address and ZIP code											
<b>15</b> State Employer's state ID number		<b>16</b> State wages, tips, etc.		<b>17</b> State income tax		<b>18</b> Local wages, tips, etc.		<b>19</b> Local income tax		<b>20</b> Locality name	

Form **W-2** Wage and Tax Statement

**2007**

Department of the Treasury—Internal Revenue Service

**Copy B—To Be Filed With Employee's FEDERAL Tax Return.**  
 This information is being furnished to the Internal Revenue Service.

## Module 2 Simulation



You have everything you need to file your taxes. You will be using Form 1040EZ because you are single, have no dependents, and have wage income as your only source of income.

Form <b>1040EZ</b>		Department of the Treasury—Internal Revenue Service		<b>Income Tax Return for Single and Joint Filers With No Dependents (99)</b>		<b>2007</b>		OMB No. 1545-0074	
<b>Label</b> (See page 11.) <b>Use the IRS label.</b> Otherwise, please print or type.  <b>Presidential Election Campaign</b> (page 11) ▶	<b>L A B E L  H E R E</b>	Your first name and initial		Last name		Your social security number : : : : : : : : :			
		If a joint return, spouse's first name and initial		Last name		Spouse's social security number : : : : : : : : :			
		Home address (number and street). If you have a P.O. box, see page 11.				Apt. no.		▲ You must enter your SSN(s) above. ▲	
		City, town or post office, state, and ZIP code. If you have a foreign address, see page 11.						Checking a box below will not change your tax or refund.	
		Check here if you, or your spouse if a joint return, want \$3 to go to this fund . . . ▶ <input type="checkbox"/> You <input type="checkbox"/> Spouse							

1 2 3 4 5 **6** 7 8 9 10 11 12 13 14 15

**My Profile**

**My Form W-2**

## Module 2 Simulation



Use your W-2 to enter your wages, salary, and tips on your 1040EZ. Enter your salary exactly as it appears on your W-2.

Enter wages, salary, and tips: \$  
28345

Form **1040EZ** Department of the Treasury—Internal Revenue Service **Income Tax Return for Single and Joint Filers With No Dependents (99)** **2007** OMB No. 1545-0074

**Label**  
(See page 11.)  
**Use the IRS label.**  
Otherwise, please print or type.

**Label HERE**

Your first name and initial <b>Cicely B.</b>	Last name <b>King</b>	Your social security number <b>223 :00 9753</b>
If a joint return, spouse's first name and initial Last name		Spouse's social security number
Home address (number and street). If you have a P.O. box, see page 11. <b>2344 Elm Street</b>		Apt. no.
City, town or post office, state, and ZIP code. If you have a foreign address, see page 11. <b>Any Town, US 00001</b>		<p>▲ You must enter your SSN(s) above. ▲</p> <p>Checking a box below will not change your tax or refund.</p>

Check here if you, or your spouse if a joint return, want \$3 to go to this fund . . . . ☒ **You** ☐ **Spouse**

**Income**  
**Attach**

**1** Wages, salaries, and tips. This should be shown in box 1 of your Form(s) W-2. Attach your Form(s) W-2.

1

**Hint:** See Box 1 on your W-2.

1 2 3 4 5 6 **7** 8 9 10 11 12 13 14 15

**My Profile**

**My Form W-2**



## Module 2 Simulation



Enter your withholdings from your W-2. Enter your tax withheld exactly as it appears on your W-2.

Enter  
withholdings:

\$ 2707

Form **1040EZ** Department of the Treasury—Internal Revenue Service **Income Tax Return for Single and Joint Filers With No Dependents (99) 2007** OMB No. 1545-0074

**Label**  
(See page 11.)  
**Use the IRS label.**  
Otherwise, please print or type.

**Presidential Election Campaign**  
(page 11)

**Label Here**

Your first name and initial  
**Cicely B.**

Last name  
**King**

If a joint return, spouse's first name and initial  
Last name

Home address (number and street). If you have a P.O. box, see page 11.  
**2344 Elm Avenue**

Apt. no.

City, town or post office, state, and ZIP code. If you have a foreign address, see page 11.  
**Any Town, US 00001**

Your social security number  
**223 00 9753**

Spouse's social security number

You must enter your SSN(s) above.

Checking a box below will not change your tax or refund.

Check here if you, or your spouse if a joint return, want \$3 to go to this fund . . . . ☒ **You** ☐ **Spouse**

**Income**  
**Attach Form(s) W-2 here.**  
Enclose, but do not attach, any payment.

<b>1</b>	Wages, salaries, and tips. This should be shown in box 1 of your Form(s) W-2. Attach your Form(s) W-2.	1	<b>28,345</b>	<b>00</b>
<b>2</b>	Taxable interest. If the total is over \$1,500, you cannot use Form 1040EZ.	2		
<b>3</b>	Unemployment compensation and Alaska Permanent Fund dividends (see page 13).	3		
<b>4</b>	Add lines 1, 2, and 3. This is your <b>adjusted gross income</b> .	4		
<b>5</b>	If someone can claim you (or your spouse if a joint return) as a dependent, check the applicable box(es) below and enter the amount from the worksheet on back. <input type="checkbox"/> <b>You</b> <input type="checkbox"/> <b>Spouse</b> If no one can claim you (or your spouse if a joint return), enter \$8,750 if <b>single</b> ; \$17,500 if <b>married filing jointly</b> . See back for explanation.	5		
<b>6</b>	Subtract line 5 from line 4. If line 5 is larger than line 4, enter -0-. This is your <b>taxable income</b> .	6		
<b>7</b>	Federal income tax withheld from box 2 of your Form(s) W-2.	7		
<b>8a</b>	Earned income credit (EIC).	8a		
<b>b</b>	Nontaxable combat pay election.	8b		

**Payments and tax**

**Hint:** See Box 2 on your Form W-2.

## Module 2 Simulation



Since you have no other sources of income, you have completed your tax return. All that's left to do is review your return.

To review your tax return, click ***My Tax Form*** below.

1 2 3 4 5 6 7 8 9 10 11 12 13 14 15

**My Profile**

**My Form W-2**

**My Tax Form**



## Module 2 Simulation



Based on your completed tax return, enter your tax for the year. Enter your tax exactly as it appears on your tax form.

Enter  
tax: \$

**Hint:** See Line 10 on your Form 1040EZ

1 2 3 4 5 6 7 8 9 10 11 12 13 14 15

**My Profile**

**My Form W-2**

**My Tax Form**

## Module 2 Simulation



Not quite. Your tax can be found on Line 10, and it is \$2,545.00 Are you getting a refund or do you owe more taxes?

- ☐ Refund
- ☐ Owe more taxes

1 2 3 4 5 6 7 8 9 10 11 12 13 14 15

**My Profile**

**My Form W-2**

**My Tax Form**

## Module 2 Simulation



No! You are incorrect. Line 11a on your 1040EZ shows you get a refund of \$162.00.

<i>Tax withheld</i>	<i>\$2707</i>
<i>Tax</i>	<i>-2545</i>
<i>Refund due</i>	<i>\$162</i>

Now you are ready to e-file your tax return with the IRS. Click on the e-file button below to continue.



1 2 3 4 5 6 7 8 9 10 11 12 13 14 15

**My Profile**

**My Form W-2**

**My Tax Form**

## Module 2 Simulation



*If you were actually filing your taxes online, you would now be asked to select how you want to receive your refund. You can receive your refund by:*

- authorizing a direct deposit (automatic deposit) into a checking or savings account, or
- requesting a check be sent to you.

Opting to receive a refund by direct deposit is the fastest and most convenient way to receive a refund. Your refund should be in your savings or checking account within two weeks if you chose direct deposit. If you opt for a paper check, it will take about three weeks.

1 2 3 4 5 6 7 8 9 10 11 12 13 14 15

**My Profile**

**My Form W-2**

**My Tax Form**

## Module 2 Simulation



*The last step would be signing the return. You can submit your signature by actually signing Form 8453 and sending it to the IRS, or by using Self-Select PIN (Personal Identification Number) if you are eligible.*

*The Self-Select PIN is made up of any five numbers (except all zeros) that you choose to enter as your electronic signature. You select your PIN by providing your adjusted gross income from your previous year's tax return and your date of birth for verification purposes.*

*Signing your return using Self-Select PIN is the simplest and fastest way to submit your signature. You do not need to mail in a paper signature, and you receive an immediate acknowledgement that your tax return was received.*

*Learn more about self-selecting a PIN by visiting the [IRS Web site](#).*

*Now click the forward arrow below to finish filing Cicely's return.*

1 2 3 4 5 6 7 8 9 10 11 12 13 14 15

My Profile

My Form W-2

My Tax Form



**Module 2  
Simulation**

Congratulations, Cicely! You've successfully filed your return by the April filing deadline.

1 2 3 4 5 6 7 8 9 10 11 12 13 14 15

